

Update 14: Turkey - Economy Contracts by 9.9% YoY in Q2 2020 Amid COVID-19 Pandemic

- Turkey's economy contracted 9.9% YoY due to COVID-19 pandemic
- It is the worst year-over-year performance in a decade
- Private consumption recorded 8.6% YoY decline and turned out to be one of the major drags with a -5.0% point contribution to the growth in Q2 2020
- Investment consumption recorded -6.1% YoY growth
- Net exports drop 35.3% YoY owing to the impact of the pandemic
- Imports fell by 6.3% YoY which was lower than expected
- However, machinery & equipment investments posted another positive 4.7% YoY growth in Q2 2020 following double-digit increases in the previous quarters
- As of now, Turkey has reported 270,133 COVID-19 confirmed cases and 6,370 related deaths (2% of total reported cases)
- Supply Wisdom is continuously monitoring the situation and will alert you to any relevant developments
- Please consult Ministry of Health (<https://www.saglik.gov.tr/>) for the latest information on COVID-19 in Turkey

Source(s)

<https://think.ing.com/snaps/turkey-2q20-contraction-in-single-digits/>

<https://in.reuters.com/article/us-turkey-economy-gdp/turkeys-economy-shrinks-nearly-10-in-second-quarter-under-pandemic-impact-idINKBN25R1GU>

<https://www.worldometers.info/coronavirus/country/turkey/>

Targets Affected:

Turkey

Guidance

Actions to consider:

- Consider implementing suggested actions related to '[Negative Impact on Economy](#)' and '[Increase in Positive Cases/Deaths](#)' under the '[COVID-19: Actions to Consider](#)' section below / next page

Related Alerts

Aug. 29, 2020

Medium

Update 13: Turkey - Economy Shrinks by 11.8% in Q2 2020 Amid COVID-19 Pandemic

Aug. 24, 2020

Medium

Update 12: Turkey - Imposes Stricter Safety Controls Measures Amid Increase in COVID-19 Cases

July 31, 2020

Medium

Update 11: Turkey - Plans to Resume International Flights Starting August 1, 2020

July 26, 2020

Medium

Update 10: Turkey - COVID-19 Cases Exceed 200,000, Death Toll at 5,596

June 27, 2020

Medium

Update 9: Turkey - COVID-19 Cases Exceed 190,000, Death Toll at 5,065

June 5, 2020

Medium

Update 8: Turkey - Plans to Resume International Flights in 40 Countries Starting June 10, 2020

May 29, 2020

High

Update 7: Turkey - Announces Relaxation in COVID-19 Restrictions Commencing June 1, 2020

May 21, 2020

Immediate

Update 6: Turkey - Extends Travel Ban and Flight Suspension Until June 10, 2020 Amid COVID-19 Pandemic

May 12, 2020

Immediate

Update 5: Turkey - Imposes Four-Day Curfew Starting May 16, 2020; Lifts Travel Restrictions in Nine Cities

May 7, 2020

High

Update 4: Turkey - Eases COVID-19 Lockdown Restrictions

April 28, 2020

Immediate

Update 3: Turkey - Imposes Three-Day Curfew in 31 Provinces Starting May 1, 2020 as COVID-19 Cases Exceed 112,000

April 24, 2020

Immediate

Update 2: Turkey - COVID-19 Cases Exceed 100,000, Death Toll at 2,491; Central Bank Cuts Interest Rates to Shore Up Economy

April 19, 2020

Immediate

Update 1: Turkey - Extends COVID-19 Quarantine Restrictions for Another 15 Days

April 11, 2020

Immediate

Turkey - Imposes Two-Day Lockdown as COVID-19 Death Toll Exceeds 1,000

Impact level Definitions

Impact Level	Definitions
Immediate	Certain - Supply Wisdom recommends considering prompt action. Examples of Immediate level alert events may include bankruptcy filings, data breaches, unexpected curfews, strikes, power black-outs, major geo-political events etc.
High	Highly likely to occur in the near term (within 3 months) - Supply Wisdom recommends being in a state of readiness to take quick action. Examples of High level alert events may include withdrawal of rating by ratings agencies, hostile takeover, multiple cyber-attacks, new business policies causing significant hardship etc.
Medium	Likely to occur in the mid-term (within 3 to 6 months) - Supply Wisdom recommends reviewing current mitigation steps and being ready to take proactive actions if and when situation deteriorates further. Examples of Medium level alert events may include unplanned C-level exits, suppliers caught in bribery cases, economy slipping into recession.
Low	Possible in the long-term (after 6 months) - Supply Wisdom recommends taking proactive action if situation does not resolve. Examples of Low level alert events may include lawsuits filed against suppliers, client losses, air pollution alerts issued by country's local authorities, unexpected holidays announced for the location etc.
Informational	The event is pertinent information but does not have a risk element associated with it. Examples of Info level alert events may include launch of new solutions, partnerships signed, industry outlook, positive changes in government policies, announcements regarding launch of software parks/ free trade zones/special economic zones etc.